

STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION
MENTAL HEALTH TRUST RESERVE FUND

SCHEDULE OF INVESTED ASSETS
December 31, 2007 and 2006

| | <u>2007</u> | <u>2006</u> |
|---------------------------------------------|----------------------|----------------------|
| Investments (at fair value) | | |
| Cash and Cash Equivalents | | |
| Short-term Fixed Income Pool | 2,826,559 | 2,691,295 |
| Marketable debt securities | | |
| Intermediate-term Fixed Income Pool | - | - |
| Broad Market Fixed Income Pool | 9,873,136 | 9,281,120 |
| Non-retirement Domestic Equity Pool | 15,919,960 | 15,135,066 |
| EAFE International Equity Pool | 1,114,736 | - |
| SOA International Equity Pool | 4,493,862 | 5,044,689 |
| Total Marketable Debt and Equity Securities | 31,401,694 | 29,460,875 |
| Interest Receivable | 8,673 | 12,710 |
| Total Invested Assets | <u>\$ 34,236,926</u> | <u>\$ 32,164,880</u> |

**STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION
MENTAL HEALTH TRUST RESERVE FUND**

**SCHEDULE OF INVESTED INCOME
AND CHANGES IN INVESTED ASSETS**

For the month ended December 31, 2007

| | <u>CURRENT MONTH</u> | <u>YEAR TO DATE</u> |
|---------------------------------------------------|---------------------------------|--------------------------------|
| Investment Income | | |
| Cash and cash equivalents | | |
| Short-term Fixed Income Pool | 8,673 | 57,424 |
| Marketable debt securities | | |
| Intermediate-term Fixed Income Pool | - | \$ - |
| Broad Market Fixed Income Pool | 16,440 | 491,829 |
| Non-retirement Domestic Equity Pool | (98,326) | (298,836) |
| EAFE International Equity Pool | (25,697) | 20,549 |
| SOA International Equity Pool | (18,795) | 164,798 |
| Total marketable debt and equity securities | (126,378) | 378,341 |
| Total investment earnings (loss) | (117,705) | 435,765 |
| Total invested assets, beginning of period | 34,354,631 | 33,801,161 |
| Net contributions (withdrawals) | - | - |
| Total invested assets, end of period | \$ 34,236,926 | \$ 34,236,926 |

STATE OF ALASKA
DEPARTMENT OF REVENUE - TREASURY DIVISION
ASSETS UNDER THE INVESTMENT AUTHORITY OF THE COMMISSIONER OF REVENUE
MENTAL HEALTH TRUST RESERVE FUND
Asset Allocation Policy
with Actual Investment Holdings as of 12/31/2007

Asset Allocation Policy Effective Date: 7/1/07

| | <u>Asset Allocation</u> | | <u>Market Values</u> | <u>Current Allocation</u> | <u>Current Variance</u> |
|----------------------------------------------------|-------------------------|--------------|----------------------|---------------------------|-------------------------|
| | <u>Policy</u> | <u>Range</u> | | | |
| Cash and cash equivalents | | | | | |
| Short-term Fixed Income Pool | <u>Residual</u> | | <u>2,826</u> | 8.26% | n/a |
| Total cash and cash equivalents | <u>10.00%</u> | 6%-14% | <u>2,826</u> | <u>8.26%</u> | <u>n/a</u> |
| Marketable debt securities | | | | | |
| Broad Market Fixed Income Pool | <u>30.00%</u> | 20%-40% | <u>9,873</u> | 28.85% | 1.15% |
| Total Marketable debt securities | <u>30.00%</u> | | <u>9,873</u> | <u>28.85%</u> | <u>1.15%</u> |
| Equities | | | | | |
| SOA Int'l Equity Pools | | | 4,494 | 13.13% | |
| EAFE International Equity Pool | | | 1,115 | 3.26% | |
| Total International Equity Pools | 15.00% | 11%-19% | <u>5,609</u> | 16.39% | # -1.39% |
| Non-retirement Domestic Equity Pool | 45.00% | 35%-55% | 15,920 | 46.51% | -1.51% |
| Russell 3000 Common Trust Fund | | | | | |
| Total investments AY 2L Mental Health Trust | <u>100.00%</u> | | <u>34,227</u> | <u>100.00%</u> | |
| Income Receivable | | | <u>9</u> | | |
| Total Invested Assets At Fair Value | | | <u>34,237</u> | | |